

**NOTE 14****INCOME TAXES****Specification of income tax expenses**

NOK 1 000	2013	2012
<b>Tax payable of net profit</b>		
Income tax payable for the year	185 767	138 917
Adjustments of prior periods	26 804	8 826
<b>Total tax payable</b>	<b>212 571</b>	<b>147 743</b>
<b>Deferred tax expense</b>		
Change in deferred tax recognised in the income statement	49 067	34 990
Effects of changes in tax rates and prior years' taxes	5 788	3 881
<b>Total deferred tax</b>	<b>54 855</b>	<b>38 872</b>
<b>Income tax expense</b>	<b>267 426</b>	<b>186 615</b>

**Tax payable in balance sheet**

NOK 1 000	2013	2012
Tax payable of the year	185 767	138 917
Tax on rendered group contribution	- 7 000	
Tax liability from prior years	84 290	9 121
Advance tax paid	- 89 170	- 44 224
Translation differences	- 6 838	
<b>Tax payable</b>	<b>167 049</b>	<b>103 814</b>

**Reconciliation of nominal to effective tax rate**

NOK 1 000	2013	2012
Profit before tax	2 942 821	3 612 680
Estimated income tax expense at nominal tax rate (28%)	823 990	1 011 550
Losses and other deductions without any net tax effect	- 1 806	7 039
Non-taxable income related to securities	- 556 833	- 810 164
Other non-taxable income, incl. value changes in investment property	- 40 876	- 26 049
Adjustment of prior periods	32 593	12 707
Tax effect of other permanent differences	10 358	- 8 469
<b>Income tax expense</b>	<b>267 426</b>	<b>186 615</b>
<b>Effective tax rate</b>	<b>9,1 %</b>	<b>5,2 %</b>

**Tax recognised directly in equity**

NOK 1 000	2013	2012
Actuarial loss on pension obligations	- 3 627	959
Cash flow hedges	- 1 023	2 378
<b>Total tax recognised in total comprehensive income</b>	<b>- 4 650</b>	<b>3 337</b>

**Deferred tax assets and liabilities**

NOK 1 000	2013	2012
Inventories	14 335	21 414
Receivables	8 416	6 678
Stocks and bonds	- 186 533	10 636
Other differences	13 714	32 266
Tangible assets	- 47 183	- 153 123
Intangible assets	- 146 318	- 128 457
Net pensions	46 635	65 931
Tax losses to carry forward	311 775	190 785
<b>Total</b>	<b>14 841</b>	<b>46 130</b>
Reassessment of deferred tax assets	- 243 927	- 233 373
<b>Net carrying value at 31 December of deferred tax assets (+)/liabilities (-)</b>	<b>- 229 086</b>	<b>- 187 243</b>

Deferred tax assets are reviewed on each balance sheet date, and is reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow for a part or all of the deferred tax asset to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the liability shall be settled or the asset be realised, based on tax rates and legislation prevailing at the balance sheet date.

**Tax losses to carry forward, gross**

NOK 1 000	<b>2013</b>
2013	9 632
2014	14 071
2015	15 675
After 2015	286 394
Without expiration	909 369
<b>Total tax losses to carry forward</b>	<b>1 235 141</b>

**Change in net deferred tax in balance sheet**

NOK 1 000	<b>2013</b>	<b>2012</b>
Net carrying value at 1 January	- 187 243	- 174 885
Translation differences	3 592	- 1 529
Acquisition and disposal of subsidiary	14 070	- 30 464
Recognised in income statement during the period	- 54 855	- 38 872
Tax recognised in comprehensive income	- 4 650	3 337
Other changes 1)		55 170
<b>Net carrying value at 31 December</b>	<b>- 229 086</b>	<b>- 187 243</b>

1) Other changes mainly relate to implementation effects, the tax effect of internal gains and corrections of previous years' errors.